

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7427

BILL NUMBER: HB 1393

NOTE PREPARED: Jan 27, 2015

BILL AMENDED:

SUBJECT: Various Motor Vehicle Matters.

FIRST AUTHOR: Rep. Soliday

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill amends various title, registration, and driver's license requirements.

The bill repeals chapters concerning the following license plates:

- (1) Yard Tractor Repair.
- (2) Drug Free Indiana Trust.
- (3) Indiana Food Bank Trust.
- (4) Indiana Girl Scouts Trust.
- (5) Indiana Retired Armed Forces Member.
- (6) Indiana Antique Car Museum Trust.
- (7) Indiana Mental Health Trust.

The bill provides that a motorcycle may be equipped with a steering wheel. (Current law provides that a motorcycle may be equipped only with handlebars for purposes of steering and control.)

It also provides that a partial services provider may impose, collect, and retain a convenience fee, subject to the approval of the Bureau of Motor Vehicles Commission.

The bill also repeals various provisions concerning: (1) commercial driver's licenses; (2) obsolete fees; (3) Division of Safety Responsibility and Driver Improvement; (4) appeal of denial or revocation of hazardous materials endorsement; and (5) suspension of driving privileges.

Effective Date: July 1, 2015.

Explanation of State Expenditures: This bill makes technical corrections, conforms state law to federal law, removes obsolete fees and requirements, codifies current BMV practices and fee amounts, and corrects other issues caused by the passage of HEA 1237 - 2014. The majority of the provisions of this bill are expected to have no fiscal impact.

Provisions of this bill impacting the workload of the BMV are expected to be completed within existing resource and funding levels.

Explanation of State Revenues: Summary: This bill (1) decreases the registration fee for special purpose buses and (2) allows a motorcycle with a steering wheel to be registered as a motorcycle. The changes in special purpose bus registration fees are expected to decrease BMV revenue by \$480 per year. Increases in registration revenue from motorcycles with steering wheels are indeterminable.

Additional Information: In instances where an individual who owns a motorcycle with a steering wheel elects to register that vehicle as a motorcycle instead of as a passenger car, state revenue will increase from additional registration fees. The differences between the two registration fees (including fund distributions) are included in the following table.

Fund Distribution	Passenger Car Registration	Motorcycle Registration	Difference
Motor Vehicle Highway Account	\$11.05	\$8.75	(\$2.30)
Anti-Terrorism Programs	\$1.25	\$1.55	+\$0.30
Crossroads 2000	\$3.00	\$3.00	\$0
Public Safety Fund	\$0.25	\$0.25	\$0
Spinal Cord and Brain Injury Fund	\$0.30	\$0.30	\$0
BMV Technology Fund	\$0.50	\$0.50	\$0
BMV Commission Fund	\$5.00	\$5.00	\$0
Operator Safety Fund	\$0	\$7.00	+\$7.00
Total	\$21.35	\$26.35	+\$5.00

The bill also specifies that a special purpose bus has the same registration fee as a school bus, with an annual fee of \$29.75. Currently, a special purpose bus registers as an “other” bus with an annual fee of \$39.75. The change will reduce state revenue by \$10 per special purpose bus. Based on registration data obtained from the BMV, this change is expected to impact 48 special purpose buses. The net change in revenue by fund is included in the following table.

Fund Distribution	Current Fee	Proposed Fee	Net Revenue Change
Motor Vehicle Highway Account	\$28.75	\$12.00	(\$804.00)
Anti-Terrorism Programs	\$1.25	\$1.25	--
Crossroads 2000 Fund	\$4.00	\$4.00	--
Public Safety Fees	\$0.25	\$0.25	--
BMV Technology Fund	\$0.50	\$0.50	--
BMV Commission Fund	\$5.00	\$5.75	+\$36.00
Primary Road and Street Fund	--	\$3.30	+\$158.40
Local Road and Street Fund	--	\$2.70	+\$129.60
Total	\$39.75	\$29.75	(\$480.00)

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: BMV.

Local Agencies Affected:

Information Sources: Alex Miller, BMV; BMV Registration Data.

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